

YOUNG WOMEN'S CHRISTIAN ASSOCIATION  
OF NORTHWEST LOUISIANA, INC.

Shreveport, Louisiana

Financial Statements

December 31, 2010

Marsha O. Millican  
A Professional Accounting Corporation  
Shreveport, Louisiana

YOUNG WOMEN'S CHRISTIAN ASSOCIATION  
OF NORTHWEST LOUISIANA, INC.

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# Marsha O. Millican

A PROFESSIONAL ACCOUNTING CORPORATION

To the Board of Directors  
Young Women's Christian Association  
of Northwest Louisiana.  
Shreveport, Louisiana

I have compiled the accompanying statement of financial position of Young Women's Christian Association of Northwest Louisiana . (a nonprofit corporation) as of December 31, 2010, and the related statements of activities and changes in net assets, and cash flows for the year then ended. I have not audited or reviewed the accompanying financial statements, and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Certified Public Accountant  
October 26, 2012

YOUNG WOMEN'S CHRISTIAN ASSOCIATION  
OF NORTHWEST LOUISIANA

Statement of Financial Position

December 31, 2010

## ASSETS

## CURRENT ASSETS

Cash and Cash Equivalents	\$ 3,789
Accounts Receivable	3,028
Prepaid Expenses	<u>1,791</u>

Total Current Assets 8,608

PROPERTY AND EQUIPMENT (NET) 286,610

## OTHER ASSETS

Deposits	<u>1,401</u>
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Total Assets	<u><u>\$ 296,619</u></u>
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## LIABILITIES AND NET ASSETS

Accounts Payable and Accrued Expenses	\$ 138,893
Notes Payable	<u>255,341</u>

Total Current Liabilities	<u>394,234</u>
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Total Liabilities 394,234

## Net Assets:

Unrestricted (Deficit)	<u>(97,615)</u>
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Total Net Assets	<u>(97,615)</u>
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Total Liabilities and Net Assets	<u><u>\$ 296,619</u></u>
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See accountant's compilation report and notes to financial statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION  
OF NORTHWEST LOUISIANA, INC.

Statement of Activities

For the Year Ended December 31, 2010

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<b>PUBLIC SUPPORT AND REVENUE</b>				
Public Support:				
Grants	\$ -	\$ 108,722	\$ -	\$ 108,722
Donations	40,707	4,250	-	44,957
United Way	-	-	-	-
Total Public Support	<u>40,707</u>	<u>112,972</u>	<u>-</u>	<u>153,679</u>
Revenue:				
Program Service Fees	-	-	-	-
Special Events	-	-	-	-
Rental and Vending	-	-	-	-
Miscellaneous	21,634	-	-	21,634
Total Revenue	<u>21,634</u>	<u>-</u>	<u>-</u>	<u>21,634</u>
Net Assets Released from Restrictions:				
Satisfaction of usage restrictions	<u>112,972</u>	<u>(112,972)</u>	<u>-</u>	<u>-</u>
Total Public Support and Revenue	175,313	-	-	175,313
	-			
<b>EXPENSES</b>				
Program Services	197,955	-	-	197,955
Administrative Expenses	<u>214,998</u>	<u>-</u>	<u>-</u>	<u>214,998</u>
Total Expenses	<u>412,953</u>	<u>-</u>	<u>-</u>	<u>412,953</u>
Change in Net Assets before Other Income	(237,640)	-	-	(237,640)
<b>OTHER INCOME</b>				
Forgiveness of Debt	188,432	-	-	188,432
Insurance Proceeds	56,355	-	-	56,355
Sale of Assets	<u>13,235</u>	<u>-</u>	<u>-</u>	<u>13,235</u>
Total Other Income	<u>258,022</u>	<u>-</u>	<u>-</u>	<u>258,022</u>
Change in Net Assets	20,382	-	-	20,382
Net Assets, beginning of year, deficit	<u>(117,997)</u>	<u>-</u>	<u>-</u>	<u>(117,997)</u>
	-			
Net assets, end of year, deficit	<u>\$ (97,615)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (97,615)</u>

See accountant's compilation report and notes to financial statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION  
OF NORTHWEST LOUISIANA, INC.

EXHIBIT C

Statement of Functional Expenses  
For the Year Ended December 31, 2010

	Domestic Violence Services	Management and General	Total
Salaries	\$ 114,801	\$ 50,371	\$ 165,172
Employee Benefits	9,565	3,719	13,284
Payroll Taxes	11,587	4,418	16,005
			-
Total Salaries and Related Expenses	135,953	58,508	194,461
Professional Fees	-	18,413	18,413
Supplies	2,876	578	3,454
Telephone	2,652	10,609	13,261
Postage and Shipping	-	376	376
Occupancy	27,533	31,077	58,610
Equipment Maintenance	-	65	65
Printing and Publication	-	1,128	1,128
Special Assistance	28,941	-	28,941
Membership Dues	-	6,582	6,582
Insurance	-	39,320	39,320
Interest	-	43,198	43,198
Miscellaneous	-	5,144	5,144
Total	62,002	156,490	218,492
Depreciation	-	-	-
Total Expenses	\$ 197,955	\$ 214,998	\$ 412,953

See accountant's compilation report and notes to financial statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION  
OF NORTHWEST LOUISIANA, INC.

Statement of Cash Flows

For the Year Ended December 31, 2010

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 20,382
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	13,835
Changes in assets and liabilities:	
Decrease in grants and contracts receivable	43,166
Decrease in employee receivables	-
Decrease in other assets	10,389
Decrease in prepaid expenses	19,082
Decrease in accounts payable and accrued expenses	<u>(126,179)</u>
Net cash provided by operating activities	<u>(19,325)</u>

CASH FLOWS USED BY INVESTING ACTIVITIES:

Abandonment of crisis intervention center	<u>-</u>
Net cash provided by investing activities	<u>-</u>

CASH FLOWS PROVIDED BY FINANCING ACTIVITIES:

Proceeds from borrowings	19,271
Principal payments on debt	<u>-</u>
Net cash used by financing activities	<u>19,271</u>
Net decrease in cash	(54)

CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>3,843</u>
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CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ 3,789</u></u>
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Supplemental disclosures of cash flow information:

Cash paid during the year for interest expense	<u><u>\$ 43,198</u></u>
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See accountant's compilation report and notes to financial statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION  
OF NORTHWEST LOUISIANA, INC.

Notes to Financial Statements  
December 31, 2010

1. Organization:

Young Women's Christian Association of Northwest Louisiana, Inc. (The Association) was organized in 1925 and is located in Shreveport, Louisiana.

The Association offers services include counseling, education, physical fitness, social opportunities, and advocacy, and temporary shelter to women and children of Northwest Louisiana. The Association receives significant amounts of income from federal and state government grants, generally under third-party reimbursement plans.

2. Summary of Significant Accounting Policies:

Basis of Accounting - The accompanying financial statements have been prepared on the accrual basis of accounting.

Basis of Presentation - Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and Cash Equivalents - For purposes of cash flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Property and Equipment - Purchased property and equipment are stated at cost. Donated property and equipment are stated at their fair market value on the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets ranging from three to forty years.

Contributions - All contributions received are considered available for unrestricted use unless the donor specifies a restriction. Amounts received that are restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, net assets and reported in the statement of activities as net assets released from restrictions.

Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.



YOUNG WOMEN'S CHRISTIAN ASSOCIATION  
OF NORTHWEST LOUISIANA, INC.

Notes to Financial Statements  
December 31, 2010

2. Summary of Significant Accounting Policies: (Continued)

Income Taxes - The Young Women's Christian Association of Northwest Louisiana, Inc. is a nonprofit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes is made.

3. Concentration of Credit Risk:

All cash deposits are insured by FDIC insurance.

4. Prepaid Expenses:

Prepaid expenses consists of insurance premiums paid in advance at year end.

5. Property and Equipment:

Major classes of property and equipment in the Land, Building, and Equipment Fund consist of the following:

Land	\$ 129,233
Buildings and Improvements	1,533,500
Furniture and Equipment	<u>400,088</u>
	2,062,821
Less Accumulated Depreciation	<u>1,740,212</u>
Total	<u>\$ 286,610</u>

6. Retirement Plan:

The Association participates in a cash balance defined benefit plan administered by the National YWCA Retirement Fund. Employee contributions are optional. The plan is for the benefit of substantially all full-time professional and support staff of the Association. Contributions made by the Association are 3% of the participating employee's salary and are remitted to the YWCA Retirement Fund monthly. Association contributions charged to retirement costs aggregated \$4,908. Eligible wages totaled \$163,600.

7. Donated Material and Services:

Donated materials and equipment are reflected as contributions in the accompanying financial statements as their estimated values at date of receipt. No amounts have been reflected in the statements for donated services in as much as no objective basis is available to measure the value of such services and the donated services do not create a nonfinancial asset; however, a substantial number of volunteers have donated significant amounts of their time in the Association's program services.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION  
OF NORTHWEST LOUISIANA, INC.

Notes to Financial Statements

December 31, 2010

8. Notes Payable:

Notes payable consisted of the following:

Note payable to a bank dated May 10, 2010; interest payable in eleven monthly installments of \$2,700 with one irregular last payment of \$201,506. simple interest on a variable basis at the rate per annum equal to the Wall Street Journal prime rate, collateralized by real estate at 710 Travis Street. The balance of the note at December 31, 2010 was \$255,341.

9. Contingencies: Discontinued Operations:

On June 30, 2010, the Company discontinued its operations rendering services to women and children in Northwest Louisiana. For the year ended December 31, 2010, the Association had a loss from operations totaling \$237,640. Management negotiated with Association creditors the reduce debt to vendors by \$188,432 which has been shown on the Statement of Activities as revenue of \$188,432. The Association also had a working capital deficit of \$385,626.

10. Subsequent Events:

On May 10, 2011, the Association sold the building where they previously operated for a sales price of \$400,000 and paid the balance due on the note payable.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION  
OF NORTHWEST LOUISIANA, INC.

Schedule of Findings

December 31, 2010

FINDING #2010-1

Criteria: The segregation of duties is inadequate to provide effective internal control.

Cause: The condition is due to economic and space limitations.

Recommendation: Whether or not it would be cost effective to correct a condition is not a factor in reporting requirements under accounting standards generally accepted in the United States of America. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all conditions reported under accounting standards generally accepted in the United States of America. In this case, both management and the independent accountant do not believe that correcting the condition described above is cost effective or practical, and, accordingly, do not believe that any corrective action is necessary.

Management's Response: We concur with the finding.

FINDING #2010-2

Criteria: The Association did not file its financial statements with the Legislative Auditor within the time frame required by state law.

Cause: Financial difficulties of the Association.

Recommendation: I recommend the Association files its financial statements within the time frame required by state law.

Management's Response: We concur with the finding. We will comply with state law in the future.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF  
NORTHWEST LOUISIANA, INC.

Corrective Action Taken on Prior Year Findings

December 31, 2010

FINDING #2009-1:

The Association does not have adequate segregation of duties.

STATUS: Unresolved.

FINDING #2009-2:

Control over credit cards is inadequate.

STATUS: No longer applicable.

FINDING #2009-3:

Payroll returns were not filed on a timely basis.

STATUS: No longer applicable.